

MINUTE ITEM

6/15/66

4. PROPOSED OIL AND GAS LEASE, GREY LODGE WATERFOWL MANAGEMENT AREA, BUTTE COUNTY - W.O. 5737, P.R.C. 3501.1.

After consideration of Calendar Item 1 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE COMMISSION ACCEPTS THE BID MADE BY CAPITOL OIL CORPORATION AND BRUCE D. BROOKS, AN INDIVIDUAL, ON MAY 5, 1966, AND AUTHORIZES THE EXECUTIVE OFFICER TO ISSUE AN OIL AND GAS LEASE TO THE AFORESAID SIDDEES FOR 320 ACRES MORE OR LESS OF LAND COMPRISING A PORTION OF THE GREY LODGE WATERFOWL MANAGEMENT AREA, DESIGNATED AS W.O. 5737, PUBLISHED MARCH 24, 1966, AND MARCH 31, 1966. THE CASH-BONUS PAYMENT IN CONSIDERATION OF ISSUANCE OF THE LEASE IS TO BE \$675.20 AS OFFERED IN THE BID.

Attachment

Calendar Item 1 (1 page)

CALENDAR ITEM

6/66

1.

PROPOSED OIL AND GAS LEASE, GREY LODGE WATERFOWL MANAGEMENT AREA, BUTTE COUNTY - W.O. 5737.

On May 5, 1966, one bid was received in response to a published Notice of Intention of the State Lands Commission to enter into a lease for the extraction of oil and gas from 320 acres more or less of land comprising a portion of the Grey Lodge Waterfowl Management Area, designated as W.O. 5737, Butte County. This offer was authorized by the Commission on March 1, 1966 (Minute Item 37, page 12, 314).

The bid submitted was reviewed by the staff as to technical sufficiency and economic factors. The Office of the Attorney General reviewed the bid submitted by Capitol Oil Corporation and Bruce D. Brooks, an individual, and determined:

- A. That the Commission has complied with the procedural requirements of law;
- B. That the bid submitted conforms with:
 - 1. The bid requirements as specified in the proposals of the Commission;
 - 2. The applicable provisions of law; and
 - 3. The Rules and Regulations of the Commission.

The cash-bonus payment offered in the bid by Capitol Oil Corporation and Bruce D. Brooks, an individual, is \$675.20.

IT IS RECOMMENDED THAT THE COMMISSION ACCEPT THE BID MADE BY CAPITOL OIL CORPORATION AND BRUCE D. BROOKS, AN INDIVIDUAL, ON MAY 5, 1966, AND AUTHORIZE THE EXECUTIVE OFFICER TO ISSUE AN OIL AND GAS LEASE TO THE AFORESAID BIDDERS FOR 320 ACRES MORE OR LESS OF LAND COMPRISING A PORTION OF THE GREY LODGE WATERFOWL MANAGEMENT AREA, DESIGNATED AS W.O. 5737, PUBLISHED MARCH 24, 1966, AND MARCH 31, 1966. THE CASH-BONUS PAYMENT IN CONSIDERATION OF ISSUANCE OF THE LEASE IS TO BE \$675.20 AS OFFERED IN THE BID.